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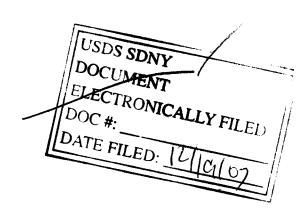
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December 18, 2007

BY HAND

Hon. Richard J. Sullivan United States District Judge United States District Court for the Southern District of New York Daniel Patrick Moynihan United States Courthouse 500 Pearl Street New York, NY 10007-1312



Re:

National Indemnity Company v. Seaton Ins. Co., 07-CV-10349 (RJS) National Indemnity Company v. Stonewall Ins. Co., 07-CV-10363 (RJS)

Dear Judge Sullivan:

MEMO ENDORSED

We write in response to the request we received from Chambers this morning for a letter signed by both parties acknowledging that the proposed judgments are satisfactory to both parties. By this letter, jointly signed by us and John Nonna, Esq., of Dewey & LeBoeuf, counsel for National Indemnity Company, the parties each acknowledge that the judgments submitted to the Court on December 14, 2007 are acceptable.

Respectfully submitted.

CADWALADER, WICKERSHAM & TAFT LLP

John F. Finnegan

Attorneys for Respondents

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John M. N

Attorneys for Petitioner

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